

# **FISCAL MEMORANDUM**

## **HB 1503 – SB 1948**

May 11, 2007

**SUMMARY OF AMENDMENT (008568):** Deletes all language of the original bill and requires the Bureau of TennCare to seek an amendment to the current Home- and Community- Based Services (HCBS) waiver to include enrollment of persons with a traumatic brain injury as an alternative to nursing home care.

### **FISCAL IMPACT OF ORIGINAL BILL:**

Increase State Expenditures - \$1,037,000 Recurring  
\$57,000 FY07-08  
\$4,117,000 FY08-09

Other Fiscal Impact – Increase Federal Expenditures - \$1,037,000 Recurring  
\$57,000 FY07-08  
\$7,223,000 FY08-09

### **FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Increase State Expenditures - \$1,032,400**

**Other Fiscal Impact – Increase Federal Expenditures - \$1,811,200**

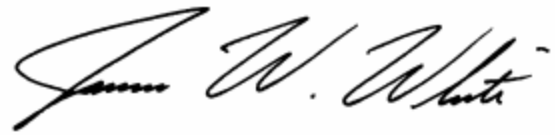
Assumptions applied to amendment:

- The Bureau of TennCare estimates that the expanded waiver will serve a total of 100 individuals.
- Seventy-five (75) of these individuals will receive a full day of services for 261 days at a cost of \$110 per day. Such will result in an increase in expenditures of \$2,153,250 (75 X 261 days X \$110).
- Twenty-five (25) of these individuals will receive a half day of services for 261 days at a cost of \$65 per day. Such will result in an increase in expenditures of \$424,125 (25 X 261 days X \$65).
- The Bureau estimates that there will be an increase in transportation expenditures. It is estimated that there will be 100 enrollees who will be transported a total of 30 miles roundtrip at a rate of \$.34 cents per mile each of the 261 days. Such will result in an increase in expenditures of \$266,220 (100 X 30 X \$.34 X 261).

- The bill as amended will result in an increase of expenditures estimated at \$2,843,595. Of such amount, \$1,032,367 will be state funds and \$1,811,228 will be federal funds at a match rate of 63.695%.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

/kml